

SYN. NO. _____

AGN. NO. _____

MOTION BY SUPERVISOR ZEV YAROSLAVSKY

AUGUST 28, 2007

The California State budget for 2006 appropriated funds to the California Department of Health Services (CDHS) for the purpose of increasing the number of children enrolled in Medi-Cal and Healthy Families. The State allocated this funding to counties to provide Outreach, Enrollment, Retention and Utilization (OERU) services for uninsured children and families. From the beginning, the State portrayed this program as a three-year effort through FY 08-09.

The Department of Public Health (DPH) was designated to take the lead for the County. DPH prepared the application to the State, issued an RFP and recommended for Board approval six sole source agreements and 24 agreements based on the RFP. The 24 agreements were approved by the Board on March 13, 2007 and only approved by the State to start providing services in April 2007. A new agreement to replace one of the 24 was approved on August 7, 2007.

On August 24, 2007, the Governor announced his vetoes as he approved the State budget for FY 07-08. The \$34.6 million in statewide OERU funding for counties was eliminated. The allocation for Los Angeles County for FY 07-08 was expected to be \$9.8 million, of which approximately \$8 million is in the 30 agreements. Although the approved budget for DPH contains the appropriation for this program, there is no

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YAROSLAVSKY _____

revenue to support it and these contracts must be terminated. Cancellation of these agreements requires 30-days notice, per the terms of the agreements.

I, THEREFORE, MOVE that the Board of Supervisors approve and instruct the Director of Public Health or his designee, to terminate for convenience, the 30 Outreach, Enrollment, Retention, and Utilization Services agreements, effective September 27, 2007.

CK:OERU Contract Termination